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CENTRAL INTELLIGENCE GROUP

INTELLIGENCE REPORT

COUNTRY Germany/Russian Zone

DATE: 25X1A6a

SUBJECT Production on Reparations and Export Orders

INFO.

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DIST. X July 1947

25X1A8a

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SUPPLEMENT

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ORIGIN

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German engineers employed by the SMA were called to a conference in Karlshorst 15 April 1947, which was held under the direction of Prof. Lebyankov, Colonel-Engineer. Lebyankov instructed the engineers to do everything possible to speed production on export orders for Czechoslovakia, Poland, Switzerland, Sweden, and Yugoslavia. Lebyankov stated that production on these orders greatly bolsters the Russian Five Year Plan, and added that the Moscow Conference might limit Russian reparations out of current production, which would be a serious blow to Russian economic planning.

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[REDACTED] a great number of these export orders actually were intended for Russia. [REDACTED] Russia has purchasing-commissions operating in the countries named above to buy up products needed for the Five Year Plan.

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[REDACTED] to try to speed up production on certain orders. He returned from his inspection [REDACTED] and reported the following status:

C. G. Haubold, Chemnitz:
 2,500,000 RM machinery for cellulose production; reparations
 4,000,000 RM " paper " ;
 1,500,000 RM textile machinery;
 5,000 RM film production machinery;
 1,500,000 RM centrifugal machines; for export to Poland
 1,500,000 RM refrigerator machines; " " "
 1,000,000 RM cellulose production machines; for export to Austria.

Entire production is lagging twenty percent, because of lack of hard steel which is supposed to come from Sweden.

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 Class. CHANGED TO: TS S C
 DDA Memo, 4 Apr 77
 Auth: DDA REG. 77/1763
 Date: 20 Apr 78 By: 027

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3,500,000 RM automatic-release screw-cutting machinery; reparations
5,000,000 RM gearless fluid-drive mechanisms;
500,000 RM multi-shaft lathes (*Mehrspindelautomaten*)
6,000,000 RM revolver lathes; for export to Czechoslovakia
3,500,000 RM one-shaft lathes; " " " "
1,500,000 RM multiple boring machinery; for export to Czechoslovakia

These orders can be filled on schedule by 31 December 1947.

Rudolf Sack, Leipzig:

6,000,000 RM pneumatic-tired farm wagons; reparations
5,000,000 RM trailers;
3,500,000 RM motorized spraying machines; for export to Austria
1,500,000 RM planting machines;

Shortage of special steel will delay production of about 4,000,000 marks worth of these products.

Mafa, Sangerhausen:

8,000,000 RM Pressure boilers for chemical industry; reparations
6,000,000 RM apparatus for production of acids and war gases; "
7,000,000 RM food dehydration factory; for export to Poland
3,000,000 RM suction sieves and Frederking apparatus; for export
to Austria
2,000,000 RM sulphate-lye apparatus for cellulose production; ?
(consignee not named)

Above orders can be filled by 30 November 1947 if 8000 kg. of copper is furnished; the copper is supposed to come from a stockpile in Goslar.

Krupp Gruson, Magdeburg:

3,500,000 RM cold-rolling machinery; reparations
2,000,000 RM high-pressure metal presses; "
6,000,000 RM rolling mills;
4,000,000 RM water-sluice equipment, for export to Sweden
3,500,000 RM ore and coal mining equipment; " " "

Completion of the above orders by 31 December is assured. Employees will receive a ten percent bonus if they exceed the quota.

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